

MINUTES

CALIFORNIA EDUCATIONAL FACILITIES AUTHORITY (CEFA)

5th Floor Conference Room
915 Capitol Mall, Room 587
Sacramento, California 95814

Alternate Location for Teleconference Participation

University of Southern California
3601 Trousdale Parkway
Office of Vice President for Student Affairs
Student Union 201
Los Angeles, CA 90089-4891
(213) 740-5240

Thursday, September 25, 2008

1:35 PM

State Treasurer Bill Lockyer, serving as chair, called the meeting to order at 1:35 p.m.

Roll Call

Members Present: Bill Lockyer, State Treasurer, Chair
Cindy Aronberg for John Chiang, State Controller, Vice Chair via teleconference
Tom Sheehy for Michael C. Genest, Director, Department of Finance
Michael Jackson via teleconference
Sylvia Scott-Hayes via teleconference

Staff Present: Jose A. Gomez, Executive Director
Carl Lord, Operations Manager

The Chair declared a quorum present.

Approval of Minutes

The minutes from the California Educational Facilities Authority's (CEFA) August 28, 2008 meeting were approved. Tom Sheehy moved for approval of the minutes, Michael Jackson seconded the motion. The motion was adopted with a 5-0 vote.

Executive Director's Report

Jose Gomez reported that as of August 31, 2008, CEFA had issued bonds totaling \$8,468,188,538 and currently has \$3,890,579,554 in bonds outstanding. The CEFA fund balance as of August 31, 2008 was \$4,780,662.16, reflecting expenditures of \$22,858.15 and income of \$80,590. Bond Activity included the closing of Claremont Graduate University on August 21, 2008 for \$15,000,000. Mr. Gomez reported that the Student Loan Program had issued \$265,372,500 in bonds, with \$31,435,000 in bonds currently outstanding. As of August 31, 2008, the fund balance for the Student Loan Fund was \$7,447,885.10.

Item #4**California Institute of Technology
Resolution No. 262**

Summer Nishio stated that California Institute of Technology (“Caltech”) was requesting \$100,000,000 in tax-exempt and taxable commercial paper notes to finance multi-year capital building and renovation projects. Representing Caltech: Ms. Madeline Lee, Assistant Treasurer, Caltech; Ms. Megan Hamilton, Esq., Bond Counsel, Orrick, Herrington & Sutcliffe LLP, (attending via teleconference); and, Mr. Chris Cowen, Managing Director, Underwriter, Prager, Sealy & Co.

Mr. Sheehy asked if this was a bridge loan and if there were specific projects that Caltech was ready to begin.

Ms. Lee thanked the Board and staff and stated that as Caltech begins to build, this program would be used like a revolving line of credit on an as needed basis and when the loan became a certain size and the long-term bond market became economically feasible, Caltech would return to the Authority.

Staff recommended the Authority approve the resolution to issue tax-exempt and taxable commercial paper notes for the California Institute of Technology in an amount not to exceed, from time to time, \$100,000,000, subject to the notes meeting the minimum program requirements.

Tom Sheehy moved for adoption of the Resolution and Sylvia Scott-Hayes seconded the motion. The motion was adopted with a 5-0 vote.

Treasurer Lockyer thanked Caltech for the opportunity to have worked with them and wished them success.

Item #5**University of Redlands
Resolution No. 2008-6**

Carl Lord stated that the University of Redlands was requesting the removal of Bank of New York Mellon Trust Company, N.A. and the appointment of Wells Fargo as Successor Trustee for their 2003A, 2003B, and Series 2005A bonds. Representing the University of Redlands: Ms. Stephanie Godsey Shepherd, Esq., Bond Counsel, Squire, Sanders & Dempsey LLP.

Treasurer Lockyer asked why there was the need for this action.

Ms. Shepherd stated that this was a business decision made by the University of Redlands to improve the banking relationship with the Trustee.

Staff recommended the Authority approve the resolution authorizing the appointment of Wells Fargo Bank as Successor Trustee.

Tom Sheehy moved for adoption of the Resolution and Sylvia Scott-Hayes seconded the motion. The motion was adopted with a 5-0 vote.

No public comment, the meeting was adjourned at 1:45 p.m.

Respectfully submitted by,

Jose A. Gomez
Executive Director